
Finance Division

City Manager's Office



To: Pamela Cole, Case Manager
From: Samantha Naluai, Management Analyst
Date: January 23, 2018
Subject: Tax Analysis for Annexation C-722

The amount of property tax levied each year against a parcel of real estate is the product of the parcel's assessed value and its total tax rate. While annexation does not affect assessed value, annexation can have a significant impact on a parcel's total tax rate.

The following table shows the expected impact of annexation on the total tax rate for the tax lot in the subject case.

TAX RATE IMPACT OF ANNEXATION

Annexation case

C-722

Tax lot

083W24B02301

| Description | Before Annexation | After Annexation | Change |
|-------------------|-------------------|------------------|--------|
| Tax code area | 92400230 | 92401000 | |
| Government | | | |
| Marion County | \$ 3.0252 | \$ 2.8598 | |
| City of Salem | - | 5.5291 | |
| Urban Renewal | - | 1.0809 | |
| Other government | 2.0385 | 0.8945 | |
| Total government | 5.0637 | 10.3643 | 105% |
| Schools | | | |
| Salem SD 24J | 4.5210 | 4.2866 | |
| Chemeketa | 0.6259 | 0.5936 | |
| Willamette ESD | 0.2967 | 0.2816 | |
| Total schools | 5.4436 | 5.1618 | -5% |
| Bonds | | | |
| Marion County | - | - | |
| City of Salem | - | 1.1449 | |
| Salem SD 24J | 1.5608 | 1.5258 | |
| Chemeketa | 0.2718 | 0.2701 | |
| Other bonds | 0.1561 | - | |
| Total bonds | 1.9887 | 2.9408 | 48% |
| Other | | | |
| Local options | - | - | |
| Total other | - | - | |
| Total tax rate | \$ 12.4960 | \$ 18.4669 | 48% |

Total tax levy = total tax rate x (assessed value / 1,000).

Tax rates presented here assume no compression.

Source: County Assessor